# IN THE UNITED STATES BANKRUPTCY COURT FOR THE WESTERN DISTRICT OF TEXAS AUSTIN DIVISION

In re:

\$ Chapter 11
\$ Case No. 24-10193
WELLS SOLAR & ELECTRICAL,
\$ SERVICES, LLC
\$

Debtor

# **DEBTOR'S RESPONSE TO MOTION FOR RELIEF FROM AUTOMATIC STAY**

TO THE HONORABLE UNITED STATES BANKRUPTCY JUDGE:

COMES NOW Wells Solar & Electrical Services, LLC, Debtor herein, and files this Response to Motion for Relief from Automatic Stay and would show the following:

- 1. Debtor denies the allegations of para. 1.
- 2. Debtor denies the allegations of para. 2.
- 3. Debtor admits the allegations of para. 3.
- 4. Debtor admits that EnFin made the allegation.
- 5. Debtor admits that EnFin made the allegation.
- 6. Debtor admits that it is not named as a defendant in the action.
- 7. Debtor admits the allegations of para. 7.
- 8. Debtor denies the allegations of para. 8. That is not a fair reading of rhe complaint.

  Paragraphs 18-30 all refer to misrepresentations by Wells Solar or Defendants and their employees. There are not any allegations of specific misrepresentations made by Carl Wells or Ferrin Deloach. Immediately prior to para. 40, there is a heading titled "Wells Solar and the Defendants' Alter-Ego Relationship." Para. 55 states "Accordingly the corporate veil should be pierced and the Defendants are liable for any judgments owed by

Wells Solar, and vice versa, as a matter of equity." The subsequent paragraphs refer to actions by "Defendants." However, there are no specific allegations as to anything done by either Defendant. Instead, the factual background only refers to actions by Wells Solar. This is particularly true with regard to para. 84 which alleges that EnFin conferred a benefit of \$769,811.14 on the Defendants, when para. 25 refers to payments made to Wells Solar of approximately \$770,000. The only specific allegation related to either individual is one phone call that someone at EnFin had with Ferrin Deloach after the fact. (See para. 26-27).

- 9. Debtor lacks information sufficient to admit or deny the allegations of para. 9.
- 10. Debtor lacks information sufficient to admit or deny the allegations of para. 10.
- 11. Debtor denies the allegations of para. 11.
- 12. Debtor denies the allegations of para. 12.
- 13. Debtor denies the allegations of para. 13.
- 14. Debtor denies the allegations of para. 14.
- 15. Debtor denies the allegations of para. 15.
- 16. Debtor denies the allegations of para. 16.
- 17. Debtor denies the allegations of para. 17. Any time that Debtor's principals have to spend responding to lawsuits is time that they are not attending to the business of Wells Solar.
- 18. Debtor denies the allegations of para. 18.
- 19. Debtor denies the allegations of para. 19.
- 20. Debtor denies the allegations of para. 20.
- 21. Debtor denies the allegations of para. 21.EnFin seeks to take a claim which belongs to the bankruptcy estate and take that claim for its own benefit. The direct harm vs. indirect

harm test does not apply. The Complaint does not describe any wrongdoing committed by either Defendant. Instead, it refers to harm caused by the Debtor. Movant is clearly attempting to pursue Debtor's principals for a claim against the Debtor.

- 22. Debtor admits that it has no sought to pursue claims against Carl Wells or Ferrin Deloach.
- 23. Debtor denies the allegations of para. 23.
- 24. Debtor denies the allegations of para. 24.
- 25. Debtor denies the allegations of para. 25. EnFin clearly did not bring "narrowly focused claims based on strong evidence of fraud."
- 26. Debtor denies the allegations of para. 26.
- 27. Debtor denies the allegations of para. 27. The bankruptcy was not filed or timed to prevent EnFin from suing Carl Wells and Ferrin Deloach.
- 28. Debtor denies the allegations of para. 28.
- 29. Debtor denies the allegations of para. 29.

Respectfully Submitted,

BARRON & NEWBURGER, P.C.

7320 N. Mopac Expy, Suite 400 Austin, Texas 78731 (866) 476-9103

/s/ Stephen Sather
Stephen Sather
State Bar No 17657520
ATTORNEY FOR DEBTOR

# **CERTIFICATE OF SERVICE**

I certify that a copy of the foregoing Response was served by first class mail, postage prepaid and properly addressed, on May 22, 2024 to all parties listed on the attached Service List, to the persons listed below by email and electronically by the Court's ECF system to all parties registered to receive such service.

/s/ Stephen Sather
Stephen Sather

# Wells Solar & Electrical Services, LLC 24-10193 Limited Service List

Cloudfund LLC (Delta)

400 Rella Blvd. 165-101 Suffern, NY 10901

#### **DE LAGE LANDEN**

Financial Cervices, Inc. 5046 Mainway Unit 1 Burlington, ON L7L 5Z1, Canada

#### **First Citizen Bank**

155 Commerce Way Portsmouth, NH 03801-3243

# KUBOTA CREDIT CORPORATION, USA

P.O. Box 2046 Grapevine, TX 76099

# Retail Capital LLC (Credibly

Credibly 25200 Telegraph Road, Suit 350 Southfield, MI 48033

# South Arlington Industrial, LLC

c/o Natalie Overbey 1301 W 7th Street, Suite 141 Fort Worth, TX 76102

### **US SBA Loan**

Little Rock Commercial Loan Servicing Center 2120 Riverfront Drive, Suite 100 Little Rock, AR 72202

### EnFin/Qcells

c/o Parsons Behile & Latimer 201 South Main Street, Suite 1800 Salt Lake City, UT 84111

#### Rexel

Attn: Credit Department P.O. Box 766 Addison, TX 75001-0766 Vanguard Lease Co.

14100 Inwood Road Dallas, TX 75244

**Sunnova Energy** Corporation 20 Greenway Plaza, Suite 540 Houston, TX 77046

#### **American Express**

P.O. Box 570622 Atlanta, GA 30357

Cons. Elec. Distributors, Inc.

1033 Meister Lane, Suite 600 Pflugerville, TX 78660

#### Intuit

2800 E. Commerce Center Place Tucson, AZ 85706

# Wells Fargo Commercial Banking

600 S 4th Street, Floor 13 Minneapolis, MN 55415-1526

### **Quick Roofing LLC**

925 E Kennedale Pkwy Kennedale, TX 76060

#### **Annie Nelson**

1100 Bee Creek Road Spicewood, TX 78669

# Anna Allen & Allen Vanlandingham

17887 FM 56 Kopperl, TX 76652

#### Jane Greenberg

2237 Quenby Street Houston, TX 77005

# **Tom Mustaine**

42 Vanguard Way Dallas, TX 75243 John Pohlman

10730 Rose Bud Court McKinney, TX 75072

#### **Ruben Fernandez**

261 Cascade Trail Castroville, TX 78009

#### **Scott Dorf**

6506 Halsey Court Austin, TX 78739

#### Sean Khorram

7602 Buck Meadow Drive Georgetown, TX 78628

#### Solar Mosaic LLC

601 12th Street, Suite 325 Oakland, CA 94607

#### **Mary Puryear**

11109 Sea Hero Lane Austin, TX 78748

### Capital One

P.O. Box 60519 City of Industry, CA 91716-0519

#### Internal Revenue Service

Centralized Insolvency Office P.O. Box 7346 Philadelphia, PA 19101-7346

#### **Texas Comptroller**

Bankruptcy Section P.O. Box 13528 Austin, TX 78711

#### Gary W. Wright

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